187 P

Previous references.

Q. 7-857-11 S.R-2 B.3.12

Q. 7 50-12 R 1 of 4 B. 11.12 1913

Q. 7 50-12 R 5 of 7 B. 1.13 (S.R)

Later references.

H.R 28 of 14, 28 1 Sept 14

File No. 89-13

Serial Nos. 1-4

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1-4

Part B. for June 1914

SUBJECT.

Inclusion of the Kolar-Bowringpet Railway Debentures in the approved securities to be furnished by Excise licensees.

From the Excise Comr.
no 3904 Dt 3.11.1913.

Requests that the words "approved security" mentioned in the sale notification be ~~applied~~ amplified by the addition of words as Dist & State Railway Debentures etc. as the Bangalore licensee prays that Kolar-Bowringpet Railway debenture may be accepted for security.

To the Excise Comr. no 71600-1 Dt 14-3-14

G. R. S. 56

informs that the Kolar Bowringpet Railway debentures cannot be accepted as security and notes the forms of approved securities.

3. From the Excise Comr.

no 8272 dt 6.4.14.

Forwards a copy of a letter from the Dy Comr, Kolar dt and states that it is very ~~difficult~~ desirable to include the securities in question in the list of approved securities.

4. To the Excise Comr.

no 76373 dt 30.6.14.

States that Govt are not prepared to introduce the proposed change.

BZ. Govt
4.8.14

G.R.S.-11] 1913-4

GENERAL AND REVENUE SECRETARIAT.

(S.R)

NOTES.

File No. 89-13.

FILE HEADING.

Inclusion of the Kolar Bowringpet Railway Debentures in the approved securities to be furnished by excise licensees.

From

The Excise Commr in Mysore

No. 3904 Dated 3/11/1913 Received 4/11/13

Diary No. 174	Enclos. —	Spare Copies. —	Serial No. 1

BRIEF ABSTRACT OF LETTER.

Regrets that the words 'approved security' mentioned in the sale notice be amplified by the addition of the words such as District and State railway debentures etc, as the Bangalore Kolar licensee prays the substitution of the Kolar Bowringpet railway debenture for his security.

NOTES AND ORDERS.

The security deposits by excise licensees in the shape of these approved security are intended to safeguard the interests of excise revenue either for the due fulfilment of the contract or the punishment of thefts. In certain

vide XII, XIII, XV, XVI + XVII (Mg) file.

GPB—35,000—15-6-12

G. R. S. 12]

General and Revenue Secretariat. | SR File No. 89 of 1913.

Serial No.

Para 4 of the paper under disposal

initial
instances the deposit of two months' rent will be taken for the last two instalments. As such, one important factor of ~~such~~ the securities taken should be that ~~they~~ should have a marketable value and capable of being converted into ready money at any stage. The three securities mentioned by the Excise Commr ~~satisfies~~ fulfil the condition. In addition another kind, viz, Mysore Govt 4 Per Cent loan bonds ~~xxxx~~ will also serve this purpose. But whether the Kolar Bowringpet railway debentures, in respect of which the Govt guarantees interest only, can be taken to have ready sales, whenever required by Govt, appears to be doubtful. It is not clear how, in these circumstances, the debentures to be furnished can be accepted as securities by the excise licensees, so long as they have not ready sales on the market. If these are accepted, there may be some loss to Govt when money cannot be readily realised and credited towards the dues from defaulting licensees.

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat.

GR File No. 85 of 1913.

Serial No.

1361

Subd for orders.

M~ 73 SW
26/12/13.

Please Consult Financial Brn

26/12

Q.X 31/12

Sub?

3 On previous occasions Govt have held that the Kolar-Bowringpet Railway Debentures are not in a readily realizable form when money is wanted. Please

Hdqrs S & V, 26, 5, 1, & X

see G. 9.257-11 Serials 1-2 and G. 750-12 Sls 1 to 6

In the present case it is of the utmost importance that the securities should be in a readily realizable form Hence the Kolar-Bowringpet Railway Debentures should not be accepted as securities in excise contracts.

Sbn 3/1/14 SW (W.T. SR)

5.1.14

Subd for orders

M~ 73 SW
5/1/14.

5° Para 4 of Excise Com's Bkln. Is this based upon any Specific Govt order or does it describe merely the practice of the Excise Dept?

Sbn 6/1/14

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat.

SR File No. 89 of 1913.

Serial No.

6. The words "approved security" were inserted for the first time in the sale notfn of April 1908 and were copied from the Madras notfn. Up to that time deposits were either in cash or Govt of India securities. The list of securities approved by the Mysore Govt has not been published. ~~as~~ The statement made by the Excise Comnr does not appear to have been based on any Govt order but rather describes the practice obtaining in the Excise Dept.

Mr. 73 SW

8/1/14. 7. It was considered by Govt once that the Kolar Dt Bd Railway debentures are not easily realisable. The object of the security furnished by the Excise licensee is to recoup the amount defaulted by them, from the security & therefore it should be in as liquid form as possible. It appears to be safer to ~~to~~ accept only the securities mentioned in para 4 of the Sr. Com's letter.

8. Dr Ld) SJR

A draft may be prepared according to the British Indian 9/1
practice if ascertainable may be noted. Draft 17/2

NOTE—Contn. sheet.

GPB—60,000—7-11-13

MJ

AM 17/2

G. R. S. 12]

General and Revenue Secretariat. | SR File No. 89 of 1913.

Serial No.

9 Draft subd. In addition to the three sects mentioned by the Excise Commr, the Mysore Govt promote have also been included in the draft for reasons given in para 1 supra.

10. As regards the practice in Madras, attention is invited to pages 139 to 140 of the Madras Excise Manual (Part III para 5(), wherein it is stated that Govt promote, Savings Bank deposits & debenture bonds of Local Boards & Municipalities may be accepted as security subject to certain limitations.

M. 73 SW/11 Draft subd for Consideration
19/2/14
Dy Secy)

Hm 20/2

12 Please put up a tidy draft as revised.

Dmm 21/2

13.
Tidy draft subd.
M. 73 SW
24/2/14 24/2/14
Dy Secy)

Hm 25/2.

Second Member) 14 Draft approved

Dmm 26/2

Hm 26/2

2/3

3/3 Dmm 2/3

15 Issued

Hm 2/3

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat.

SR File No. 89 of 1913.

Serial No.	
2.	The Excise Commr & Comptroller. No: 7L 4000-1 dy 14/3/14. States that Govt consider that as the Kolar-Bowringpet Railway debentures are not yet in a readily realizable form the securities acceptable in lieu of cash deposits may be any one or more of the following :- 1. Govt Savings Bank Deposits, 2. Post Office do. 3 Govt of India Promissory notes 4 Mysore Govt do.
3.	From the Excise Commr No. 8272 dy the 6/4/14 Forwards a copy of a letter from the Dy Commr Kolar Dt and states that it is very desirable to include the securities in question in the list of approved securities and not to give them a differential treatment. 16. Two arguments are put forward by the Dy Commr, viz, 1. Govt have guaranteed these debentures 2. The security deposits of the Taluk Shrops & Sheikdars have been invested in these securities.

NOTE—Contn. sheet.

GPB—60,000—7-11 -13

(7)

G. R. S. 12]

General and Revenue Secretariat. | GR File No. 89 of 1913.

Serial No.

It may be mentioned in this connection that the Govt. guarantee interest only and for the pres sic debentures have no marketable as no bank as yet deals with the case of deposits by ~~bidders~~ excise licensees is different from the deposits made by Shroffs & Sheikdars, inasmuch as ~~the~~ such deposits made by the former class have to be sold and the amounts realised have to be credited to the accounts soon after the licensees make a default or for the last two Kists. As such Govt cannot wait for the time when the bonds fetch the amount of money therein mentioned or cannot be losers by selling them at the time wanted for whatever value that can be realised.

17. Subd for orders. May the Excise Commr be informed that his opinion ~~was~~ cannot be accepted?

K Desai 1561

K 7/3 18 In favour of opinion

4/6/14 SW 5/6/14

Govt Pleader

Rm 5/6

4/7 5/6

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat.

S.R File No. 89 of 1914.

Serial No.

15/6/14

Subd

1 Attention is invited to para 3 of the note above. It is not clear how, in the face of the orders referred to therein, the security deposits of Sheristadars and Shroffs were transferred to and invested in the K. G. R. Railway Debentures. Unless the existing orders are cancelled and the K. G. R. Railway ~~securities~~ Debentures are treated as approved securities, the deposits in existing contracts should not be taken in those securities (K. G. J. Ry Debentures).

BCM SN 7/6 Dafsee with the above office note.

6/6/14

Draft (K.)

9.6.14

2 Subd for orders

SN 9.6.14

Hm 9/6.

22 See 4/

Put up a draft reply saying that the Govt passed his order in question after a full consideration of the arguments for and against the proposal and that they are not prepared at present to introduce the proposed change.

Draft 19/6

23 Draft subd.

Hm 23 BCM 20/6/14

Hm 23/6.

See 2/

NOTE—Contn. sheet.

GPB—60,000—7-11-13

(9

F. R. S. 12]

General and Revenue Secretariat.

SR File No. 89 of 1913.

Serial No.	
24	The draft reply may be approved. Dmurangaloo 27/6 (Second member) 25 approved Dmu 29/6 26. Dmu 29/6 29/6
4.	To the Excise Commr in Mysore. No. H 6373 dy 30/6/14 States that the Govt have passed the order in question (Sl no 2) after a full consideration of the arguments for and against the proposal and that they are not prepared at present to introduce the proposed change.

NOTE—Contn. sheet.

GPB—60,000—7-11-13

Dy No. 3904

II 2nd 4/11/13

OFFICE OF THE EXCISE COMMISSIONER IN MYSORE.

Bangalore, dated 31st October *1913.*

3 — 11

DIARY NO 1721

1913-1914
SECTION S.R
FILE NO. 89-13
SERIAL NO. 1

FROM

M. Kantaraj Urs, Esq., B. A.,
Excise Commissioner in Mysore.

To

K.R. Srinivasaiengar, Esq., M. A.,
Secretary to the Government of
His Highness the Maharaja of Mysore,
General and Revenue Departments.

Sir,

I have the honor to state that one K. Nettakallappa, toddy contractor of the Bangalore Taluk for the current year prays for the substitution of the Kolar Bowringpet Railway debenture for the cash deposit as security for the due fulfilment of his contract on the ground that the debenture in question is of a nature intended exclusively for stimulating the cause of public works undertaken by the Government of Mysore.

2. The Comptroller in Mysore whom I have consulted in the - - matter is of opinion that there is no objection to accept the same after getting the existing Departmental Rules on the subject duly modified.

3. It is laid down in the foot-note to Rule XI of the current years sale notification that deposits may be in cash or other approved security.

4. At present the securities described in the margin are bein accepted in lieu of the cash deposit.

1. Government Savings Bank Deposit.
2. Post office ----- do ----------.
3. Government of India Pro-notes.

5. As defined in Rule 2 of Regulation IX of 1894 the Government security includes Promissory Notes, Debentures and all other securities issued by the Government of Mysore in respect of any loan contracted either before or after the passing of the said Regulation

19

FROM

Excise Commissioner in Mysore.

To

Secretary to the Government of
H. H. the Maharaja of Mysore,
Gen. and Rev. Depts.

Dated

Despatched

Received

General No.

Enclosure No.

SUBJECT.

GPB - 1,350—25-11-12

6. Under these circumstances I request that the sanction of Government may be obtained for amplifying the " words " after approved security " such as District and State Railway debentures etc.,".

I have the honor to be,

Sir,

Your most obedient servant,

for Excise Commissioner.

Hdq Staff

Informs that the Kolar Bowringpet debentures need not be accepted as security and notes the forms of approved securities.

G.R.S. 28]

3/5

File No. 89-13

Serial No. 2.

Diary No. of letter replied to 1721

Proceedings of the Government of His Highness the Maharaja of Mysore

GENERAL AND REVENUE SECRETARIAT.

(GR)

READ—

, the 191

Letter mentioned.

Letter No 3904 dt the 31st Oct 1913 from the Excise Commr in Mysore, stating that a toddy contractor of the Bangalore Dt has requested the substitution of the Kolar-

Date of issue 14 March 14

Signed by W Ramanatha Rao

~~ORDER THEREON. No.~~

Bowringpet railway debenture for cash deposit as security for the due fulfilment of the contract, and requesting sanction of Govt for

over.

SUBJECT.

inserting the words " such as District and State Railway debentures, etc " after the words "approved security" occurring in the current year's notification of the sales of excise privileges.

---

order thereon:

No 4100-1 & 14 March /14

Govt consider that, as the railway Kolar Bowringpet debentures are not yet in a readily realizable form, the securities acceptable in lieu of cash deposits, for the purpose in point, may be any one or more of the following :-

1. Govt Savings Bank deposits.
2. Post Office do
3. Govt of India Prom. notes &
4. Mysore Govt Bo notes.

111
2/3

Dtd 26/2

for Secy to Govt

ment in Mysore &

the Comptroller Govt

GPB -20,000—2-10-11

M 73
21/2/14

11 Map.
8/4.pm
No: 8272
Enc: one
Copy

OFFICE OF THE EXCISE COMMISSIONER IN MYSORE.

Bangalore, dated.....6th April.....*19*14.

FROM

P. Raghavendra Rao, Esq., B.A., B.L.,
Excise Commissioner in Mysore.

DIARY No. 4019
13:3:14
SECTION: SR
89-13
FILE No. 3

To

K.R. Srinivasiengar, Esq., M.A.,
Secretary to the Government of
His Highness the Maharaja of Mysore,
General and Revenue Departments.

Sir,

With reference to Government Order, No. Fl.4100-1/S.R. 89-13-2, dated 14th March 1914, I have the honor to forward herewith a copy of letter No. 1295, dated 30th March 1914, received from the Deputy Commissioner, Kolar District, bearing on the subject, and to state that there is much force in the argument put forward by the Deputy Commissioner, that I share the opinion with him and that, in view of the far reaching effect of the terms of the Government order under reference, it seems very desirable to include the securities in question in the list of those approved by Government, and <u>not</u> to accord to them any differential treatment.

I have the honor to be,
Sir,
Your most obedient servant,

P Raghavendra Rao
6.4.14
Excise Commissioner.

19 .

FROM

Excise Commissioner in Mysore.

To

Secretary to the Government of
H. H. the Maharaja of Mysore,
Gen. and Rev. Depts.

Dated

Despatched

Received

General No.

Enclosure No.

SUBJECT.

GPB—1,350—25-11-12

Letter No. 1295, dated 30/31st March 1914, from the Deputy Commissioner, Kolar District, to the Excise Commissioner.

With reference to your No. 7719-25, dated 24th Instant, forwarding for information copy of Government Order No. Fl. 4100-1/S.R.89-13-2, of the 14th Idem, holding that the Bow--ringpet - Kolar Railway debenture bonds cannot be accepted as security for cash deposits for the due fulfilment of the contract, on the ground that the said debentures " are not yet in a readily realisable form ", I have the honor to state that I do not quite understand why the debetnures should not be recognised by Government as sufficient security when they have guaranteed the same. The security deposit amounts of Taluk Sheikdars and Shroffs have been transferred and invested in the Railway debetnures, and when such is the case, the reason for not recognising them in other cases as well as securities in lieu of cash deposits is not quite clear to me.

2. I think these debentures should be treated as on a par with Mysore Government Pro-notes.

3. Such differential treatment in the case of our debentures is not encouraging to our Railway construction work.

"Copy"

Excise Commissioner.

States that Govt are not prepared to introduce the proposed change in re Kolar-Bowringpet Ry debentures bonds at present.

G. R. S. 26]

File No. 89-13

Serial No. 4

Diary No. of letter replied to 4069

No. F 6373

30 June/14

General and Revenue Secretariat

(SR)

, *the* *191* .

To

The Excise Commr in Mysore.

Date of issue 30-6-14

Signed by W Ramanathan

a/c under disposal

SR no 2 in the file.

Sir,

Adverting to your letter no: 8272 of the 6/4/14 recommending with reference to GO no: H 4100-1/SR89-13 of the 14/3/14, that the Kolar-Bowringpet railway debenture bonds may be included in the list of approved securities to be taken from excise licensees for the due fulfilment of their contract, I am directed to state

over.

SUBJECT.

that the Govt passed the order in question after a full consideration of the ~~of~~ arguments for and against the proposal and that they are not prepared at present to introduce the proposed change.

I have &c

29/6

Secy to Govt.

20/6/14

List of enclosures,

Copied by

Examined by

GPB—25,000—8-8-11.